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**Temporary  
Annuity**  
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## Temporary Annuity

Temporary annuity is an optional benefit you can choose that provides additional monthly income to temporarily enhance your pension from CalPERS. This additional benefit could enable you to coordinate your CalPERS benefits with other income you may receive, for example, from deferred compensation or Social Security, and allow you to retire earlier.

The type of temporary annuity you are eligible for depends on your CalPERS membership date.

- **Membership date of January 1, 2002, or later** - the benefit is payable from your retirement date to a specific age that you select - whole age from 62 to 70. You must have CalPERS service coordinated with Social Security to be eligible for this benefit. The amount of temporary annuity you request cannot exceed your estimated Social Security benefit. You must request an estimate of your Social Security benefit from the Social Security Administration before submitting your CalPERS retirement application.

or

- **Membership date prior to January 1, 2002** - the benefit is payable from your retirement date to a specific age that you select - age 59½ or any whole age from 60 to 68. You can also specify the dollar amount you want to receive, within certain limitations. The amount of temporary annuity is not dependent on the amount of your estimated Social Security benefit.

**Note:** This benefit is not free. The temporary annuity benefit is funded by a lifetime reduction to your retirement allowance.

### Am I Eligible?

To be eligible for temporary annuity, you must retire with a service retirement. You are not eligible for temporary annuity if you retire due to disability.

### How Does it Work?

Your lifetime retirement allowance is reduced for each dollar of temporary annuity you receive.

Tables and examples with estimates of the amount that will be subtracted from your allowance are shown on the next two pages. If you became a CalPERS member **prior** to July 1, 1982, use the table on page 2. If you became a CalPERS member **on or after** that date, use the table on page 3. The amounts listed in these tables are based on \$100 of temporary annuity with employers who contract for a 2 percent cost-of-living adjustment (COLA). Your actual cost can vary if your employer contracts with CalPERS for a higher COLA. Only whole years are shown, but you should be aware that the cost decreases for each quarter year of your age.

Because the monthly lifetime allowance reduction for those who became CalPERS members on or after July 1, 1982, differ based on your employer, the table shows the **highest** cost per \$100 of temporary annuity. Your actual cost for the benefit could be less.

To get an estimate of your retirement benefit with temporary annuity, complete the CalPERS **Retirement Allowance Estimate Request** form at the back of this booklet and mail it to CalPERS.

## Temporary Annuity Cost

### Cost Per \$100 of Temporary Annuity

Became a CalPERS Member PRIOR to July 1, 1982

		Termination Age									
		59½	60	61	62	63	64	65	66	67	68
Retirement Age Shown in whole years. Actual cost decreases for each ¼ year of age.	50	\$52.62	\$54.60	\$58.42	\$62.01	\$65.38	\$68.55	\$71.54	\$74.34	\$76.97	\$79.45
	51	48.90	51.03	55.13	58.99	62.61	66.01	69.22	72.23	75.06	77.72
	52	44.85	47.14	51.55	55.69	59.58	63.24	66.68	69.91	72.95	75.81
	53	40.44	42.91	47.64	52.09	56.28	60.21	63.91	67.39	70.66	73.73
	54	35.64	38.29	43.38	48.17	52.67	56.90	60.88	64.62	68.13	71.44
	55	30.40	33.26	38.74	43.89	48.73	53.28	57.56	61.59	65.37	68.93
	56	24.68	27.76	33.66	39.20	44.42	49.32	53.93	58.26	62.33	66.16
	57	18.44	21.75	28.10	34.08	39.69	44.97	49.93	54.60	58.99	63.11
	58	11.62	15.19	22.03	28.47	34.52	40.21	45.56	50.58	55.31	59.75
	59	4.09	8.01	15.39	22.33	28.85	34.98	40.75	46.17	51.26	56.05
	60			8.12	15.61	22.64	29.26	35.48	41.32	46.82	51.99
	61				8.24	15.84	22.98	29.69	36.00	41.94	47.51
	62					8.37	16.09	23.34	30.16	36.57	42.59
	63						8.51	16.35	23.73	30.66	37.18
	64							8.66	16.65	24.15	31.21
	65								8.83	16.96	24.61
	66									9.01	17.31
	67										9.20

The following examples show how your lifetime retirement benefit would be reduced if you choose a **temporary annuity** for 3½, 7, or 12 years.

#### Temporary Annuity Termination Age: 59½ (minimum)

**Retirement Age: 56**

**Monthly Temporary  
Annuity Amount: \$500**

**Cost of Temporary Annuity:  
\$24.68 x 5 = \$123.40**

Your monthly **lifetime** benefit would be reduced by \$123.40, and for 3½ years you would receive an additional monthly temporary annuity of \$500.

#### Temporary Annuity Termination Age: 63

**Retirement Age: 56**

**Monthly Temporary  
Annuity Amount: \$500**

**Cost of Temporary Annuity:  
\$44.42 x 5 = \$222.10**

Your monthly **lifetime** benefit would be reduced by \$222.10, and for 7 years you would receive an additional monthly temporary annuity of \$500.

#### Temporary Annuity Termination Age: 68

**Retirement Age: 56**

**Monthly Temporary  
Annuity Amount: \$500**

**Cost of Temporary Annuity:  
\$66.16 x 5 = \$330.80**

Your monthly **lifetime** benefit would be reduced by \$330.80, and for 12 years you would receive an additional monthly temporary annuity of \$500.

**Note:** The number of years you will receive temporary annuity payments depends on your age at retirement and the age you elect to terminate the temporary annuity. For example, your age at retirement is 56¼ and you elect temporary annuity to age 63; you would receive an additional monthly temporary annuity benefit for 6¾ years (the period of time between your age at retirement and the temporary annuity termination age).

## Temporary Annuity Cost

### Cost Per \$100 of Temporary Annuity

Became a CalPERS Member ON or AFTER July 1, 1982

		Termination Age											
		59½	60	61	62	63	64	65	66	67	68	69	70
Retirement Age	50	\$50.58	\$52.56	\$56.39	\$60.02	\$63.45	\$66.70	\$69.77	\$72.68	\$75.44	\$78.05	\$80.52	\$82.86
	51	46.98	49.10	53.19	57.07	60.74	64.21	67.50	70.61	73.56	76.35	78.99	81.49
Shown in whole years. Actual cost decreases for each ¼ year of age.	52	43.07	45.34	49.72	53.86	57.79	61.51	65.02	68.36	71.51	74.49	77.32	80.00
	53	38.83	41.26	45.94	50.38	54.58	58.56	62.33	65.89	69.27	72.46	75.48	78.35
	54	34.21	36.81	41.83	46.59	51.09	55.35	59.38	63.20	66.81	70.23	73.47	76.54
	55	29.18	31.96	37.35	42.45	47.27	51.84	56.16	60.26	64.13	67.80	71.27	74.55
	56	23.70	26.69	32.46	37.93	43.11	48.00	52.64	57.03	61.19	65.12	68.85	72.37
	57	17.71	20.92	27.12	32.99	38.55	43.81	48.79	53.50	57.96	62.19	66.19	69.97
	58	11.17	14.62	21.28	27.59	33.56	39.21	44.56	49.63	54.42	58.96	63.26	67.33
	59	3.93	7.72	14.88	21.67	28.10	34.17	39.92	45.37	50.52	55.41	60.02	64.40
	60			7.86	15.17	22.08	28.62	34.82	40.68	46.23	51.48	56.46	61.17
	61				8.02	15.47	22.52	29.19	35.51	41.49	47.15	52.51	57.58
	62					8.19	15.79	22.99	29.80	36.25	42.35	48.13	53.60
	63						8.37	16.13	23.49	30.45	37.04	43.27	49.17
	64							8.56	16.50	24.02	31.14	37.88	44.26
	65								8.76	16.90	24.60	31.89	38.79
	66									8.98	17.32	25.21	32.68
	67										9.22	17.77	25.87
	68											9.47	18.26
	69												9.75

The following examples show how your lifetime retirement benefit would be reduced if you choose a **temporary annuity** for 3½, 7, or 12 years.

**Temporary Annuity**  
Termination Age: 59½ (minimum)

**Retirement Age: 56**

**Monthly Temporary Annuity Amount: \$500**

**Cost of Temporary Annuity:**  
**\$23.70 x 5 = \$118.50**

Your monthly **lifetime** benefit would be reduced by \$118.50, and for 3½ years you would receive an additional monthly temporary annuity of \$500.

**Temporary Annuity**  
Termination Age: 63

**Retirement Age: 56**

**Monthly Temporary Annuity Amount: \$500**

**Cost of Temporary Annuity:**  
**\$43.11 x 5 = \$215.55**

Your monthly **lifetime** benefit would be reduced by \$215.55, and for 7 years you would receive an additional monthly temporary annuity of \$500.

**Temporary Annuity**  
Termination Age: 68

**Retirement Age: 56**

**Monthly Temporary Annuity Amount: \$500**

**Cost of Temporary Annuity:**  
**\$65.12 x 5 = \$325.60**

Your monthly **lifetime** benefit would be reduced by \$325.60, and for 12 years you would receive an additional monthly temporary annuity of \$500.

## Temporary Annuity

### What if I Die Before My Temporary Annuity Benefit Ends?

If you die before your temporary annuity ends, the remaining payments will be paid in a lump sum to your eligible beneficiaries.

### Can Temporary Annuity Affect My Beneficiaries in Other Ways?

Since you will be reducing your monthly lifetime benefit in order to receive a temporary annuity, you will also be reducing the monthly lifetime benefit available to a beneficiary.

Temporary annuity will not affect Survivor Continuation (if your retirement includes this benefit). Survivor Continuation will still be based on your retirement benefit before any reduction for temporary annuity. If you are not sure if Survivor Continuation applies to you, check with your Personnel Office or contact us at 888 CalPERS (or 888-225-7377).

### What About My Income Taxes?

The Internal Revenue Service, the Franchise Tax Board, or your tax advisor can advise you on how a temporary annuity can affect your income tax.

### Can I Receive an Estimate for Temporary Annuity?

You can request an estimate of your retirement benefit, including a temporary annuity, by completing the CalPERS *Retirement Allowance Estimate Request* form at the back of this booklet and mailing it to CalPERS.

## Temporary Annuity

### How do I Apply for a Temporary Annuity?

You must complete a *Service Retirement Election Application* in the *Stepping Into Retirement... A Guide to Completing Your Service Retirement Election Application* booklet. Complete the section that indicates whether you want to receive a temporary annuity, to what age, and the amount of your temporary annuity. Send the form to CalPERS no more than three months before your retirement date.

### Other Important Information

- Your Unmodified retirement allowance cannot be reduced by more than one-half to pay for a temporary annuity.
- Your Unmodified retirement allowance cannot be reduced by an amount greater than the portion of your benefit that is based on the contributions of your employer. CalPERS will notify you if this is your situation.
- The temporary annuity will be combined in one check with your reduced lifetime benefit until the temporary annuity ends.

The cost-of-living adjustments you receive after you retire will apply to both the reduced lifetime allowance portion and the temporary annuity portion. When the temporary annuity ends, any cost-of-living adjustments that had been applied to it will also end.

- Your final temporary annuity payment will be included in your monthly benefit issued at the **beginning** of your birth month. For example, if your birthday is June 28, your temporary annuity will end with your June 1 payment.

## Information Practices Statement

The Information Practices Act of 1977 and the Federal Privacy Act require the California Public Employees' Retirement System to provide the following information to individuals who are asked to supply information. The information requested is collected pursuant to the Government Code (Sections 20000, et seq.) and will be used for administration of the CalPERS Board's duties under the California Public Employees' Retirement Law, the Social Security Act, and the Public Employees' Medical and Hospital Care Act, as the case may be. Submission of the requested information is mandatory. Failure to supply the information may result in the System being unable to perform its function regarding your status and eligibility for benefits. Portions of this information may be transferred to State and public agency employers, State Attorney General, Office of the State Controller, Teale Data Center, Franchise Tax Board, Internal Revenue Service, Workers'

Compensation Appeals Board, State Compensation Insurance Fund, County District Attorneys, Social Security Administration, beneficiaries of deceased members, physicians, insurance carriers, and various vendors who prepare the microfiche or microfilm for CalPERS. Disclosure to the aforementioned entities is done in strict accordance with current statutes regarding confidentiality.

You have the right to review your membership file maintained by the System. For questions concerning your rights under the Information Practices Act of 1977, please contact the Information Coordinator, CalPERS, 400 Q Street, P.O. Box 942702, Sacramento, CA 94229-2702



# Retirement Allowance Estimate Request

888 CalPERS (or 888-225-7377) • TTY - For Speech & Hearing Impaired (916) 795-3240

This is not an application for retirement. This is a request for an estimate of potential future retirement benefit amounts that will assist you with your financial planning. See the back of this form for detailed instructions.

## Section 1

Provide the address you would like your estimated retirement allowance sent to.

## About You

Name of Member (First Name, Middle Initial, Last Name)		Social Security Number
Birth Date (mm/dd/yyyy)	Daytime Phone	Evening Phone
Address		
City	State	ZIP Code

## Section 2

Not all CalPERS members are eligible for Industrial Disability retirement. Contact your Personnel Office for eligibility information.

## Retirement Information

Type of estimate for your retirement allowance: ☐ Service ☐ Disability ☐ Industrial Disability

Employer	Projected Retirement Date (mm/dd/yyyy)
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Are you a member of another retirement system that has established reciprocity with CalPERS? ☐ No ☐ Yes

Name of System	Estimated Final Compensation Amount
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## Final Compensation Period

Do you have any final compensation period higher than the last consecutive 12 or 36 months?

☐ No ☐ Yes, from \_\_\_\_\_ to \_\_\_\_\_  
Beginning Date (mm/dd/yyyy) Ending Date (mm/dd/yyyy)

## Temporary Annuity - Complete the information below to request a Temporary Annuity estimate.

For an additional temporary annuity allowance, do you elect to reduce your monthly allowance for life? ☐ No ☐ Yes

If you first became a member on January 1, 2002, or later, you elect to receive temporary annuity until age \_\_\_\_\_ in the amount of \$ \_\_\_\_\_ per month.  
(62 to 70) Dollars

..... or .....

If you first became a member prior to January 1, 2002, you elect to receive temporary annuity until age \_\_\_\_\_ in the amount of \$ \_\_\_\_\_ per month.  
(59½ or whole age 60 to 68) Dollars

If your membership date is January 1, 2002, or later, the amount of your temporary annuity cannot exceed the estimated amount of your Social Security benefit at the age designated in this election.

## Section 3

## Individual Lifetime Beneficiary (Option 2, 2W, 3, and 3W)

Name of Beneficiary	Relationship to You	Birth Date (mm/dd/yyyy)
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## Section 4

## Survivor Continuance

Do you have an eligible survivor? ☐ No ☐ Yes

## Section 5

CalPERS will provide an estimate for standard Options 1, 2, 2W, 3, 3W, and Unmodified Allowance. If these do not meet your needs, you can request ONE of the approved Option 4 types listed at right.

## Option 4 Retirement Options

<input type="checkbox"/> Option 2W & Option 1 Combined	<input type="checkbox"/> Option 3W & Option 1 Combined
<input type="checkbox"/> Specific Percentage to Beneficiary _____ % Percent	<input type="checkbox"/> Specific Dollar Amount to Beneficiary \$ _____ Amount
<input type="checkbox"/> Reduced Allowance _____ through _____ Percentage or Dollar Amount Date (mm/dd/yyyy)	
<input type="checkbox"/> Multiple Lifetime Beneficiaries _____ Birth Date (mm/dd/yyyy) Birth Date (mm/dd/yyyy) Birth Date (mm/dd/yyyy)	
<input type="checkbox"/> Reduced Allowance Upon Death of Member or Beneficiary \$ _____ Reduction Amount	

Mail to:

CalPERS Member Services Division • P.O. Box 942717, Sacramento, California 94229-2717



# Instructions for Completing the Retirement Allowance Estimate Request Form

888 CalPERS (or 888-225-7377) • TTY - For Speech & Hearing Impaired (916) 795-3240

## Section 1

### About You

**Name:** Provide your first name, middle initial, and last name.

**Social Security Number:** Provide your Social Security Number.

**Birth Date:** Provide month, day, and complete year.

**Mailing Address:** Provide the mailing address where you want to receive your estimated retirement allowance.

**Telephone Number(s):** Provide your home or work number, in case we need to reach you.

## Section 2

### Retirement Estimate

**Projected Retirement Date:** List your projected retirement date. The minimum retirement age for Service retirement for most CalPERS members is age 50 with five years of CalPERS service credit. State members under the Second Tier retirement plan must be 55 years old with 10 years of service credit. There are some exceptions to these requirements.

**Type of Estimate for Retirement Allowance:** Select the type of retirement estimate you want to receive. Not all CalPERS members are eligible for an Industrial Disability retirement. Please contact your Personnel Office for information on eligibility.

**Other California Public Retirement Systems:** Reciprocity is an agreement CalPERS has with many California public retirement systems that allows movement among public employers within a specified time limit, without losing valuable retirement and related benefit rights. For additional information please see the *When You Change Retirement Systems* booklet.

**Final Compensation Period:** Your final compensation is the highest average salary during any consecutive 12 or 36 month period. Which compensation period we use depends on your employer's contract with CalPERS. To calculate the final compensation, CalPERS takes your last day on payroll, and goes back 12 or 36 consecutive months. **ONLY** enter information for the final compensation period if you want to specify a period of time other than the last 12 or 36 consecutive months before your estimated retirement date.

**Temporary annuity** is an additional monthly income you can choose to augment your pension from CalPERS. If you take a Disability retirement, a temporary annuity is not available. The benefit is payable from your retirement date to a specific age that you select. If your CalPERS membership date is prior to 1/1/2002, you can choose age 59½ or any whole age from 60-68. If your CalPERS membership date is on or after 1/1/2002, you can choose age 62 to 70. You can also name the dollar amount you want to receive (certain limitations apply, please refer to the *Temporary Annuity* booklet). If your CalPERS membership date is on or after 1/1/2002, the amount of temporary annuity cannot exceed the amount expected from Social Security at the age specified, provided you made contributions to Social Security while employed with a CalPERS employer. It is important to note that this benefit is not free. Your CalPERS monthly lifetime retirement benefit is reduced to pay for your temporary annuity.

## Section 3

### Individual Lifetime Beneficiary (Option 2, 2W, 3, and 3W)

A **beneficiary** is any person(s) you designate to receive a benefit after your death. If you would like to provide a lifetime monthly benefit to a beneficiary, we need their birth date.

**Relationship to You:** A beneficiary can be a spouse, child, friend, etc.

**Beneficiary Birth Date:** Provide month, day, and complete year.

## Section 4

### Survivor Continuance

Survivor Continuance is an employer-paid benefit payable to an eligible dependent upon your death. To have a dependent who is eligible for Survivor Continuance, you must be married or have a registered domestic partner on and at least one year prior to your tentative retirement date; have an unmarried child who is under age 18 or disabled; or have a parent dependent on you for at least half of their support.

## Section 5

### Retirement Options

CalPERS will provide you an estimate for the standard options (1, 2, 2W, 3, and 3W). If none of these meet your needs, you can request ONE of the Option 4 allowances, as long as the amount to your beneficiary is not more than the benefit provided under Option 2W. For additional information please see the *Retirement Option 4* booklet.

## How To Get More Information

### Reaching Us by Phone

Call toll free at **888 CalPERS** (or 888-225-7377)  
Monday thru Friday, 8:00 a.m. to 5:00 p.m.  
TTY - For Speech & Hearing Impaired  
(916) 795-3240

### CalPERS On-Line

[www.calpers.ca.gov](http://www.calpers.ca.gov)

### CalPERS Regional Offices

#### Fresno Regional Office

10 River Park Place East, Suite 230  
Fresno, CA 93720

#### Glendale Regional Office

Glendale Plaza  
655 North Central Avenue, Suite 1400  
Glendale, CA 91203

#### Orange Regional Office

500 North State College Blvd., Suite 750  
Orange, CA 92868

#### Sacramento Regional Office

400 Q Street  
Sacramento, CA 95814

#### San Bernardino Regional Office

650 East Hospitality Lane, Suite 330  
San Bernardino, CA 92408

#### San Diego Regional Office

7676 Hazard Center Drive, Suite 350  
San Diego, CA 92108

#### San Francisco Regional Office

301 Howard Street, Suite 2020  
San Francisco, CA 94105

#### San Jose Regional Office

181 Metro Drive, Suite 520  
San Jose, CA 95110

While reading this material, remember that we are governed by the California Public Employees' Retirement Law. The statements in this booklet are general. The Retirement Law is complex and subject to change. If there is a conflict between the law and this booklet, any decisions will be based on the law and not this booklet.



**California Public Employees' Retirement System**

400 Q Street  
Sacramento, California 95814

**888 CalPERS** (or **888-225-7377**)  
**[www.calpers.ca.gov](http://www.calpers.ca.gov)**

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